

**ND ASSOCIATION OF COUNTIES - PROGRAM SAVINGS FUND  
INVESTMENT PERFORMANCE REPORT AS OF AUGUST 31, 2004**

	August-04				July-04				Current	Prior Year	3 Years	5 Years
	Market Value	Allocation	Policy	Month	Market Value	Allocation	Policy	Month	FYTD	FY04	Ended	Ended
				Net ROR				Net ROR	Net	Net	6/30/2004	6/30/2004
											Net	Net
<b>LARGE CAP DOMESTIC EQUITY</b>												
<i>Structured Growth</i>												
Los Angeles Capital	9,261	2.9%	3.0%	-0.39%	9,301	2.9%	3.0%	-5.03%	-5.40%	N/A	N/A	N/A
<b>Total Structured Growth</b>	<b>9,261</b>	<b>2.9%</b>	<b>3.0%</b>	<b>-0.39%</b>	<b>9,301</b>	<b>2.9%</b>	<b>3.0%</b>	<b>-5.03%</b>	<b>-5.40%</b>	<b>17.58%</b>	<b>-6.28%</b>	<b>N/A</b>
<i>Russell 1000 Growth</i>				-0.49%				-5.65%	-6.12%	17.88%	-3.74%	N/A
<i>Structured Value</i>												
<b>LSV</b>	<b>9,934</b>	<b>3.1%</b>	<b>3.0%</b>	<b>1.42%</b>	<b>9,792</b>	<b>3.1%</b>	<b>3.0%</b>	<b>-1.21%</b>	<b>0.20%</b>	<b>30.56%</b>	<b>9.33%</b>	<b>N/A</b>
<i>Russell 1000 Value</i>				1.42%				-1.41%	-0.01%	21.13%	2.96%	N/A
<i>Russell 1000 Enhanced Index</i>												
<b>LA Capital</b>	<b>19,654</b>	<b>6.1%</b>	<b>6.0%</b>	<b>0.22%</b>	<b>19,620</b>	<b>6.1%</b>	<b>6.0%</b>	<b>-3.56%</b>	<b>-3.35%</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>
<i>Russell 1000</i>				0.49%				-3.51%	-3.04%	N/A	N/A	N/A
<i>S&amp;P 500 Enhanced Index</i>												
<b>Westridge</b>	<b>19,214</b>	<b>6.0%</b>	<b>12.0%</b>	<b>0.44%</b>	<b>19,142</b>	<b>6.0%</b>	<b>12.0%</b>	<b>-3.30%</b>	<b>-2.88%</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>
<i>S&amp;P 500</i>				0.40%				-3.31%	-2.92%	N/A	N/A	N/A
<i>Index</i>												
State Street	5,786			0.41%	5,763			-3.32%	-2.93%	19.01%	-0.75%	N/A
<b>Total Index</b>	<b>5,786</b>	<b>1.8%</b>	<b>2.0%</b>	<b>0.41%</b>	<b>5,763</b>	<b>1.8%</b>	<b>2.0%</b>	<b>-3.32%</b>	<b>-2.93%</b>	<b>19.01%</b>	<b>-0.75%</b>	<b>N/A</b>
<i>S&amp;P 500</i>				0.40%				-3.31%	-2.92%	19.11%	-0.70%	N/A
<b>TOTAL LARGE CAP DOMESTIC EQUITY</b>	<b>63,849</b>	<b>19.8%</b>	<b>20.0%</b>	<b>0.40%</b>	<b>63,619</b>	<b>19.9%</b>	<b>20.0%</b>	<b>-3.33%</b>	<b>-2.94%</b>	<b>21.46%</b>	<b>0.15%</b>	<b>N/A</b>
<i>S&amp;P 500</i>				0.40%				-3.31%	-2.92%	19.11%	-0.70%	N/A
<b>SMALL CAP DOMESTIC EQUITY</b>												
<i>Manager-of-Managers</i>												
<b>SEI</b>	<b>30,133</b>	<b>9.3%</b>	<b>10.0%</b>	<b>-1.22%</b>	<b>30,527</b>	<b>9.5%</b>	<b>10.0%</b>	<b>-7.28%</b>	<b>-8.41%</b>	<b>32.99%</b>	<b>5.51%</b>	<b>N/A</b>
<i>Russell 2000 + 200bp</i>				-0.35%				-6.57%	-6.89%	35.99%	7.90%	N/A
<b>TOTAL SMALL CAP DOMESTIC EQUITY</b>	<b>30,133</b>	<b>9.3%</b>	<b>10.0%</b>	<b>-1.22%</b>	<b>30,527</b>	<b>9.5%</b>	<b>10.0%</b>	<b>-7.28%</b>	<b>-8.41%</b>	<b>32.99%</b>	<b>5.54%</b>	<b>N/A</b>
<i>Russell 2000</i>				-0.51%				-6.73%	-7.21%	33.36%	6.24%	N/A
<b>CONVERTIBLES</b>												
<b>TCW</b>	<b>31,165</b>	<b>9.7%</b>	<b>10.0%</b>	<b>-0.55%</b>	<b>31,367</b>	<b>9.8%</b>	<b>10.0%</b>	<b>-5.05%</b>	<b>-5.57%</b>	<b>17.50%</b>	<b>1.03%</b>	<b>N/A</b>
<i>First Boston Convertible Index</i>				-0.30%				-2.49%	-2.78%	14.16%	4.89%	N/A
<b>INTERNATIONAL EQUITY</b>												
<i>Large Cap - Active</i>												
<b>Capital Guardian</b>	<b>24,942</b>	<b>7.7%</b>	<b>8.0%</b>	<b>0.38%</b>	<b>24,891</b>	<b>7.8%</b>	<b>8.0%</b>	<b>-3.48%</b>	<b>-3.11%</b>	<b>25.36%</b>	<b>-0.39%</b>	<b>N/A</b>
<i>MSCI EAFE - 50% Hedged</i>				0.12%				-2.80%	-2.68%	26.98%	-1.27%	N/A
<i>Small Cap - Value</i>												
<b>Lazard</b>	<b>3,476</b>	<b>1.1%</b>	<b>1.0%</b>	<b>0.30%</b>	<b>3,466</b>	<b>1.1%</b>	<b>1.0%</b>	<b>-3.00%</b>	<b>-2.71%</b>	<b>43.30%</b>	<b>N/A</b>	<b>N/A</b>
<i>Citigroup Broad Market Index &lt; \$2BN</i>				1.00%				-4.20%	-3.24%	47.95%	N/A	N/A
<i>Small Cap - Growth</i>												
<b>Vanguard</b>	<b>3,324</b>	<b>1.0%</b>	<b>1.0%</b>	<b>0.87%</b>	<b>3,295</b>	<b>1.0%</b>	<b>1.0%</b>	<b>-7.69%</b>	<b>-6.89%</b>	<b>44.68%</b>	<b>N/A</b>	<b>N/A</b>
<i>SSB BROAD MARKET INDEX &lt; \$2BN</i>				1.00%				-4.20%	-3.24%	47.95%	N/A	N/A
<b>TOTAL INTERNATIONAL EQUITY</b>	<b>31,742</b>	<b>9.8%</b>	<b>10.0%</b>	<b>0.43%</b>	<b>31,652</b>	<b>9.9%</b>	<b>10.0%</b>	<b>-3.86%</b>	<b>-3.45%</b>	<b>29.16%</b>	<b>1.02%</b>	<b>N/A</b>
<i>MSCI EAFE - 50% Hedged</i>				0.12%				-2.80%	-2.68%	26.98%	-1.27%	N/A
<b>DOMESTIC FIXED INCOME</b>												
<i>Core Bond</i>												
<b>Western Asset</b>	<b>52,703</b>	<b>16.3%</b>	<b>15.0%</b>	<b>2.06%</b>	<b>51,675</b>	<b>16.1%</b>	<b>15.0%</b>	<b>1.24%</b>	<b>3.33%</b>	<b>2.42%</b>	<b>7.77%</b>	<b>N/A</b>
<i>Lehman Aggregate</i>				1.91%				0.99%	2.92%	0.32%	6.35%	N/A
<i>Index</i>												
<b>Bank of ND</b>	<b>67,781</b>	<b>21.0%</b>	<b>22.5%</b>	<b>1.66%</b>	<b>66,704</b>	<b>20.8%</b>	<b>22.5%</b>	<b>0.77%</b>	<b>2.43%</b>	<b>0.07%</b>	<b>7.10%</b>	<b>N/A</b>
<i>Lehman Intermediate Gov/Credit (1)</i>				1.67%				0.84%	2.53%	-0.05%	6.97%	N/A
<i>BBB Average Quality</i>												
<b>Strong</b>	<b>29,412</b>	<b>9.1%</b>	<b>7.5%</b>	<b>2.39%</b>	<b>28,716</b>	<b>9.0%</b>	<b>7.5%</b>	<b>1.37%</b>	<b>3.79%</b>	<b>1.18%</b>	<b>N/A</b>	<b>N/A</b>
<i>Lehman US Credit BAA</i>				2.55%				1.40%	3.99%	1.96%	N/A	N/A
<b>TOTAL DOMESTIC FIXED INCOME</b>	<b>149,896</b>	<b>46.5%</b>	<b>45.0%</b>	<b>1.94%</b>	<b>147,094</b>	<b>45.9%</b>	<b>45.0%</b>	<b>1.05%</b>	<b>3.01%</b>	<b>0.79%</b>	<b>7.00%</b>	<b>N/A</b>
<i>Lehman Gov/Credit</i>				2.12%				1.06%	3.19%	-0.72%	6.73%	N/A
<b>CASH EQUIVALENTS</b>												
<b>Bank of ND</b>	<b>15,719</b>	<b>4.9%</b>	<b>5.0%</b>	<b>0.14%</b>	<b>15,971</b>	<b>5.0%</b>	<b>5.0%</b>	<b>0.13%</b>	<b>0.27%</b>	<b>1.20%</b>	<b>1.72%</b>	<b>N/A</b>
<i>90 Day T-Bill</i>				0.12%				0.12%	0.24%	0.98%	1.71%	N/A
<b>TOTAL NDACo PROGRAM SAVINGS</b>	<b>322,504</b>	<b>100.0%</b>	<b>100.0%</b>	<b>0.85%</b>	<b>320,230</b>	<b>100.0%</b>	<b>100.0%</b>	<b>-1.83%</b>	<b>-1.00%</b>	<b>12.42%</b>	<b>4.59%</b>	<b>4.73%</b>
<i>POLICY TARGET BENCHMARK</i>				0.97%				-1.38%	-0.43%	10.55%	4.44%	4.41%

**NOTE: Monthly returns and market values are preliminary and subject to change.**

(1) Prior to April 1, 2004, the benchmark was the LB Govt/Credit index.